

[Date]

[Borrower Name]  
[Borrower Address]  
[City, State, Zip Code]

**RE: Notice of Rate Lock Extension Denial**

Loan Number: [Loan Number]  
Property Address: [Property Address]

Dear [Borrower Name],

We are writing to formally notify you regarding your request to extend the interest rate lock on your pending mortgage application. After a thorough review of your file and the current market conditions, we regret to inform you that your request for a rate lock extension has been denied.

This decision was based on the following reason(s):

- [Insert Reason, e.g., Expiration of maximum allowable lock period]
- [Insert Reason, e.g., Non-compliance with secondary marketing guidelines]
- [Insert Reason, e.g., Failure to meet specific documentation deadlines]

As a result of this denial, your previous interest rate of [Locked Rate]% expired on [Expiration Date]. Your loan will now be subject to current market pricing and prevailing interest rates at the time of final approval or re-lock.

Please contact your Loan Officer at [Phone Number] or [Email Address] to discuss your options for establishing a new rate lock or proceeding with current market rates.

Thank you for choosing [Company Name]. We look forward to continuing to work with you to finalize your loan.

Sincerely,

[Name of Representative]  
[Title]  
[Company Name]